KOH BROTHERS GROUP LIMITED
(Company Registration No. 199400775D)

Unaudited Second Quarter and 6 Months Financial Statement And Dividend Announcement for the Period Ended 30 June 2017

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		GROUP					
		3 months ended			6 months ended		
	Notes	30/06/2017 S$'000	30/06/2016 S$'000	Change %	30/06/2017 S$'000	30/06/2016 S$'000	Change %
Sales	1	65,694	70,820	-7%	154,499	124,041	25%
Cost of sales		(68,789)	(65,161)	6%	(148,469)	(108,131)	37%
Gross profit		(3,095)	5,659	N.M.	6,030	15,910	-62%
Other income	2	8,323	802	938%	9,035	1,562	478%
Other (losses)/gains - net	3	(224)	1,003	N.M.	(802)	735	N.M.
Expenses							
- Distribution		(374)	334	N.M.	(32)	192	N.M.
- Administrative		(7,035)	(5,503)	28%	(11,900)	(10,206)	17%
- Other		1,607	(1,844)	N.M.	(549)	(1,896)	-71%
- Finance		(1,109)	(905)	23%	(2,496)	(2,108)	18%
Share of profit of:							
associated companies and joint ventures, net of tax		5,075	3,641	39%	6,509	2,748	137%
Profit before income tax	4	3,168	3,187	-1%	5,795	6,937	-16%
Income tax expense	5	(231)	(217)	6%	(615)	(927)	-34%
Profit after income tax		2,937	2,970	-1%	5,180	6,010	-14%
Other comprehensive income/(loss), net of tax:							
Exchange differences on translating foreign operations		495	(308)	N.M.	224	406	-45%
Fair value gain/(loss) on available-for-sale financial assets		396	41	866%	(505)	29	N.M.
Other comprehensive income/(loss), net of tax		891	(267)	N.M.	(281)	435	N.M.
Total comprehensive income		3,828	2,703	42%	4,899	6,445	-24%
Profit attributable to:							
Equity holders of the Company		1,520	2,656	-43%	2,595	6,033	-57%
Non-controlling interests		1,417	314	351%	2,585	(23)	N.M.
		2,937	2,970	-1%	5,180	6,010	-14%
Total comprehensive income attributable to:							
Equity holders of the Company		2,205	2,961	-26%	2,093	5,658	-63%
Non-controlling interests		1,623	(258)	N.M.	2,806	787	257%
		3,828	2,703	42%	4,899	6,445	-24%

N.M. - Not meaningful

Notes to the Consolidated Statement of Comprehensive Income

	GROUP			
	3 months ended		6 months ended	
	30/06/2017 S$'000	30/06/2016 S$'000	30/06/2017 S$'000	30/06/2016 S$'000
Note 1				
Sales include the following :				
Sales of products	12,948	16,423	28,298	38,568
Services rendered	1,562	1,575	3,099	3,053
Property development and rental	627	745	1,263	1,471
Contract revenue	50,557	52,077	121,839	80,949
	65,694	70,820	154,499	124,041
Note 2				
Other income include the following :				
Rental income	333	103	431	206
Interest income	419	575	956	1,132
Compensation income	6,940	-	6,940	-
Other income	631	124	708	224
	8,323	802	9,035	1,562
Note 3				
Other (losses)/gains comprise the following :				
(Loss)/gain on disposal of property, plant and equipment	(12)	223	(1)	1,028
Fair value (loss)/gain on long-term financial assets and financial liabilities	(137)	213	(71)	172
Fair value loss on financial assets through profit or loss	(3)	(7)	(5)	(12)
Net foreign exchange (loss)/gain	(72)	574	(725)	(453)
	(224)	1,003	(802)	735
Note 4				
Profit before income tax is stated after (crediting)/charging the following items:				
Allowance for/(Write-back of) impairment on trade and non-trade receivables	84	(622)	(699)	(777)
(Write-back of)/allowance for impairment on loan to joint ventures	(1,809)	1,797	483	1,797
Depreciation of property, plant and equipment	1,079	1,450	2,512	2,981
Note 5				
Income tax includes the following :				
Current income tax				
- in respect of current period	231	359	335	855
- (over)/under provision in respect of prior period	-	(142)	(20)	72
Deferred income tax				
- Under provision in respect of prior period	-	-	300	-
	231	217	615	927

1(b)(i) BALANCE SHEETS

	GROUP		COMPANY	
	30/06/2017 S$'000	31/12/2016 S$'000	30/06/2017 S$'000	31/12/2016 S$'000
ASSETS				
CURRENT ASSETS				
Cash and bank balances	46,755	43,227	343	134
Financial assets at fair value through profit or loss	35	40	-	-
Trade receivables	109,029	121,231	-	-
Due from customers on construction contracts	53,404	35,067	-	-
Amounts due from subsidiaries	-	-	58,196	57,506
Amounts due from joint ventures	72,392	76,056	-	-
Inventories	11,321	8,395	-	-
Development properties	1,189	1,189	-	-
Available-for-sale financial assets	910	7,529	-	-
Other current assets	38,377	25,649	14	16
	333,412	318,383	58,553	57,656
NON-CURRENT ASSETS				
Trade receivables	15,254	9,251	-	-
Amount due from joint ventures	6,062	5,936	-	-
Available-for-sale financial assets	2,588	-	-	-
Investments in associated companies	1,315	1,347	-	-
Investments in joint ventures	81,132	77,196	-	-
Investments in subsidiaries	-	-	104,916	104,752
Investment properties	90,706	90,706	-	-
Property, plant and equipment	110,254	108,879	-	-
Goodwill	5,078	5,078	-	-
	312,389	298,393	104,916	104,752
TOTAL ASSETS	645,801	616,776	163,469	162,408
LIABILITIES				
CURRENT LIABILITIES				
Trade payables	116,041	98,301	-	-
Other liabilities	41,336	35,115	376	614
Due to customers on construction contracts	23,431	31,974	-	-
Amounts due to subsidiaries	-	-	7,648	25,693
Amounts due to an associated company	858	485	-	-
Amounts due to joint ventures	16,083	15,507	-	-
Current income tax liabilities	1,876	3,289	56	3
Short-term borrowings	36,294	28,224	-	-
Notes payables	50,000	-	50,000	-
	285,919	212,895	58,080	26,310
NON-CURRENT LIABILITIES				
Amounts due to subsidiaries	-	-	19,011	-
Trade payables	10,448	7,399	-	-
Finance lease	3,985	2,755	-	-
Bank borrowings	57,407	58,963	-	-
Notes payables	-	50,000	-	50,000
Deferred income tax liabilities	8,859	8,559	-	-
	80,699	127,676	19,011	50,000
TOTAL LIABILITIES	366,618	340,571	77,091	76,310
NET ASSETS	279,183	276,205	86,378	86,098
Capital and reserves attributable to equity holders of the Company				
Share capital	36,981	36,981	36,981	36,981
Treasury shares	(7,772)	(7,614)	(7,772)	(7,614)
Capital and other reserves	729	1,203	-	-
Retained profits	244,268	243,087	57,169	56,731
Currency translation reserve	(9,385)	(9,361)	-	-
	264,821	264,296	86,378	86,098
Non-controlling interests	14,362	11,909	-	-
TOTAL EQUITY	279,183	276,205	86,378	86,098

1(b)(ii) **Aggregate amount of Group's borrowings and debt securities.**

	As at 30/06/2017		As at 31/12/2016	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Amount repayable in one year or less, or on demand	6,071	80,223	5,448	22,776
Amount repayable after one year	61,392	-	61,718	50,000

Details of any collateral

The Group's secured borrowings are secured by the Group's properties, plant and machinery, motor vehicles and fixed deposits.

1(c) **CONSOLIDATED CASH FLOW STATEMENT**

	6 months ended	
	30/06/2017 S$'000	30/06/2016 S$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Total profit	5,180	6,010
Adjustments for non-cash items :		
Income tax	615	927
Depreciation of property, plant and equipment	2,512	2,981
Property, plant and equipment written off	-	(3)
Loss/(gain) on disposal of property, plant and equipment	1	(1,028)
Fair value loss/(gain) on long-term financial asset and financial liabilities	71	(172)
Fair value loss on financial assets at fair value through profit or loss	5	12
Share of profit from associated companies	(73)	(91)
Share of profit from joint ventures	(6,436)	(860)
Interest expense	2,496	2,108
Interest income	(956)	(1,132)
Unrealised foreign exchange loss	770	223
Operating profit before working capital changes	4,185	8,976
Working capital changes :		
- Receivables	(6,949)	98,239
- Inventories	(2,926)	1,055
- Due from/ to customers on construction contracts	(24,555)	(3,396)
- Development properties	-	(10)
- Payables	27,241	(31,842)
- Due to associated companies	380	(517)
- Due from/ to joint ventures	4,114	(8,504)
Cash generated from operations	1,490	64,001
Income tax paid	(1,724)	(4,496)
Interest paid	(2,511)	(2,294)
Net cash (used in)/provided by operating activities	(2,745)	57,211
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,632)	(6,190)
Purchase of available-for-sale financial assets	(2,991)	-
Proceeds from disposal of property, plant and equipment	62	1,400
Proceeds from redemption of available-for-sale financial assets	6,500	-
Dividend received from associate and joint venture	2,605	-
Interest received	1,145	1,132
Net cash provided by/(used in) investing activities	4,689	(3,658)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank borrowings	14,370	19,597
Repayment of finance lease	(1,848)	(1,891)
Repayment of bank borrowings	(8,391)	(95,766)
Deposit pledge	(179)	41
Purchase of treasury shares	(158)	(82)
Dividends paid to equity holders of the Company	(1,446)	(3,318)
Dividends paid to non-controlling interests	(317)	(399)
Acquisition of non-controlling interests in a subsidiary	#	-
Net cash provided by/(used in) financing activities	2,031	(81,817)

 # - less than S$1,000

1(c) CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)

	6 months ended	
	30/06/2017 S$'000	30/06/2016 S$'000
NET CHANGE IN CASH AND CASH EQUIVALENTS	3,975	(28,264)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	41,890	62,766
EFFECTS OF CURRENCY TRANSLATION ON CASH AND CASH EQUIVALENTS	(614)	(552)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	45,251	33,950
Represented by :		
CASH AND CASH EQUIVALENTS		
Cash and bank balances	46,755	35,632
Restricted cash	(1,504)	(1,682)
	45,251	33,950

1(d)(i) STATEMENT OF CHANGES IN EQUITY FOR THE GROUP AND THE COMPANY

	Attributable to equity holders of the Group							
GROUP (S$'000)	Share Capital	Treasury Shares	Capital and Other Reserves	Retained Profits	Currency Translation Reserve	TOTAL	NON-CONTROLLING INTEREST	TOTAL EQUITY
Balance as at 01/01/2017	36,981	(7,614)	1,203	243,087	(9,361)	264,296	11,909	276,205
Profit for the financial period	-	-	-	2,595	-	2,595	2,585	5,180
Other comprehensive (loss)/ income for the period	-	-	(474)	-	(28)	(502)	221	(281)
Acquisition of non-controlling interests without a change in control	-	-	-	32	4	36	(36)	-
Purchase of treasury shares	-	(158)	-	-	-	(158)	-	(158)
Dividend paid	-	-	-	(1,446)	-	(1,446)	(317)	(1,763)
Balance as at 30/06/2017	36,981	(7,772)	729	244,268	(9,385)	264,821	14,362	279,183
Balance as at 01/01/2016	42,653	(12,919)	(441)	235,916	(8,004)	257,205	9,378	266,583
Profit for the financial period	-	-	-	6,033	-	6,033	(23)	6,010
Other comprehensive income/ (loss) for the period	-	-	29	-	(404)	(375)	810	435
Cancellation of shares held in treasury shares	(5,672)	5,672	-	-	-	-	-	-
Warrants expired	-	-	1,785	-	-	1,785	(1,785)	-
Purchase of treasury shares	-	(82)	-	-	-	(82)	-	(82)
Dividend paid	-	-	-	(3,318)	-	(3,318)	(252)	(3,570)
Balance as at 30/06/2016	36,981	(7,329)	1,373	238,631	(8,408)	261,248	8,128	269,376

	Attributable to equity holders of the Company			
COMPANY (S$'000)	Share Capital	Treasury Shares	Retained Profits	TOTAL
Balance as at 01/01/2017	36,981	(7,614)	56,731	86,098
Total comprehensive income for the period	-	-	1,884	1,884
Purchase of treasury shares	-	(158)	-	(158)
Dividend paid	-	-	(1,446)	(1,446)
Balance as at 30/06/2017	36,981	(7,772)	57,169	86,378
Balance as at 01/01/2016	42,653	(12,919)	59,535	89,269
Total comprehensive income for the period	-	-	1,524	1,524
Cancellation of shares held in treasury shares	(5,672)	5,672	-	-
Purchase of treasury shares	-	(82)	-	(82)
Dividend paid	-	-	(3,318)	(3,318)
Balance as at 30/06/2016	36,981	(7,329)	57,741	87,393

1(d)(ii) **Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

	No. of shares	
	30/06/2017	31/12/2016
Total number of issued shares	438,000,000	438,000,000

1(d)(iii) **To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	No. of shares	
	30/06/2017	31/12/2016
Total number of issued shares excluding treasury shares	413,135,000	413,680,000

1(d)(iv) **A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at end of the current financial period reported on.**

	No. of shares
	6 months ended 30/6/2017
Beginning of financial period	24,320,000
Purchase of treasury shares	545,000
End of financial period	24,865,000

2 **Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have neither been audited nor reviewed.

3 **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).**

Not applicable.

4 **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2016 except for the adoption of new or revised Financial Reporting Standards ("FRS") and Interpretations to FRS ("INT FRS") that are mandatory for financial years beginning on or after 1 January 2017. The adoption of these new or revised FRS and INT FRS has no significant impact on the Group's consolidated financial statements.

5 **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Please refer to paragraph 4 above.

6 **Earnings per ordinary share of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

Earnings per ordinary share for the period after deducting any provision for preference dividends:	GROUP			
	3 months ended		6 months ended	
	30/06/2017 (cents)	30/06/2016 (cents)	30/06/2017 (cents)	30/06/2016 (cents)
(i) Basic	0.37	0.64	0.63	1.45
(ii) On a fully diluted basis	0.37	0.64	0.63	1.45

Note:
Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company over the weighted average number of ordinary shares in issue during the current financial period of 413,399,061 ordinary shares (30 June 2016: 414,884,348 ordinary shares).

7 **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer as at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

	GROUP		COMPANY	
	30/06/2017 (cents)	31/12/2016 (cents)	30/06/2017 (cents)	31/12/2016 (cents)
Net asset value backing per ordinary share based on existing issued share capital (excluding treasury shares) as at the end of the period reported on	64.10	63.89	20.91	20.81

Note:

The net asset value per share is calculated based on the issued share capital excluding treasury shares of 413,135,000 ordinary shares as at 30 June 2017 (31 December 2016: 413,680,000 ordinary shares).

8 **A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss any significant factors, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flows, working capital, assets or liabilities of the Group during the current financial period reported on.**

Review of Group performance

2Q 2017 VS 2Q 2016

For the 3-month period ended 30 June 2017 ("2Q 2017"), the Group's sales amounted to S$65.69 million, a decrease of S$5.13 million or 7% compared to S$70.82 million recognised in the corresponding period a year ago("2Q 2016"). The decrease was mainly due to the decrease in revenue from the Construction and Building Materials division. The Group's recorded a gross loss in 2Q 2017 mainly due to lower sale volume and selling price in the Building Materials division.

Other income increased from S$0.80 million in 2Q 2016 to S$8.32 million in 2Q 2017 mainly due to compensation income for early termination of land lease recognised by a subsidiary in China. Other losses for 2Q 2017 included fair value loss on long-term financial assets and financial liabilities and foreign exchange loss.There was a credit in distribution expenses of S$0.33 million in 2Q 2016 because of a write-back of allowance made for impairment on trade receivables. Other expenses was a credit of S$1.61 million in 2Q 2017 mainly due to a write-back of allowance made for impairment on loan to a joint venture. Finance expenses increased by 23% to S$1.11 million in 2Q 2017 mainly due to increase in bank borrowings and higher average cost of borrowings. Depreciation expenses in 2Q 2017 were lower compared to 2Q 2016 mainly due to decrease in depreciable assets.

Share of profits of associated companeis and joint ventures increased from S$3.64 million in 2Q 2016 to S$5.08 million in 2Q 2017. This was mainly due to higher fair value gain from valuation of an investment property.

The Group's profit before income tax decreased marginally from $3.19 million in 2Q 2016 to S$3.17 million in 2Q 2017. The Group's net profit attributable to shareholders decreased from S$2.66 million in 2Q 2016 to S$1.52 million in 2Q 2017.

1H 2017 VS 1H 2016

The Group's sales for the half year ended 30 June 2017 ("1H 2017") increased by 25% to S$154.50 million, compared to S$124.04 million for the half year ended 30 June 2016 ("1H 2016"). The increase was mainly due to higher contribution from the Construction division. The Group's gross profit in 1H 2017 fell by 62% to S$6.03 million due to reduction in profit margin.

Other income increased to S$9.04 million in 1H 2017 mainly due to compensation income for early termination of land lease recognised by a subsidiary in China. Other loss of S$0.80 million in 1H 2017 included foreign exchange loss. Other expenses decreased from S$1.90 million in 1H 2016 to S$0.55 million in 1H 2017 mainly due to lower allowance made for impairment on loan to joint ventures. Finance expenses increased by 18% from S$2.11 million in 1H 2016 to S$2.50 million in 1H 2017 mainly due to increase in bank borrowings and higher average cost of borrowings. Depreciation expenses decreased from S$2.98 million in 1H 2016 to S$2.51 million in 1H 2017 mainly due to decrease in depreciable assets.

Share of profits of associated companies and joint ventures increased to S$6.51 million in 1H 2017 from S$2.75 million in 1H 2016. This was mainly due to higher fair value gain from valuation of an investment property.

The Group's profit before income tax decreased from S$6.94 million in 1H 2016 to S$5.80 million in 1H 2017.

Income tax expenses decreased by S$0.31 million to S$0.62 million in line with the decrease in profit before tax.

Overall, the Group's recorded a decrease of net profit attributable to shareholders of 57% from S$6.03 million in 1H 2016 to S$2.60 million in 1H 2017.

Earnings per share decreased to 0.63 cent for 1H 2017 compared to 1.45 cents in 1H 2016.

Review of changes in working capital, assets and liabilities

The movements in assets and liabilities are as follows:

1) **Decrease in trade receivables was mainly due to collection from buyers for a residential project.**
2) **Increase in amount due from customers on construction contracts was mainly due to construction work-in-progress in excess of progress billings.**
3) **Decrease in amount due from joint ventures was mainly due to repayment of trade debt from a joint venture.**
4) **Decrease in available-for-sale financial assets was mainly due to redemption of bonds at maturity.**
5) **Increase in other current assets was mainly due to increase in other receivables and deposits for the proposed acquisition of property in South Korea.**
6) **Non-current assets increased by S$14.00 million was mainly due to increase in trade receivables of S$6.00 million and investments in joint ventures of S$3.94 million, and purchase of available-for-sale financial assets of S$2.59 million.**
7) **Non-current liabilities decreased by S$46.98 million was mainly due to the reclassification of note payables of S$50 million to current as the amount are expected to be repaid within the next twelve months.**
8) **Current liabilities increased by S$73.02 million was mainly due to the reclassification of notes payables from long term as mentioned above, and the increase in trade payables of S$17.74 million and short-term borrowings of S$8.07 million.**

Review of changes in cashflow

The Group reported a net increase in cash and cash equivalents mainly due to net cash provided by financing activities and investing activities.

9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

The current announced results are in line with the general prospect commentary previously disclosed in the results announcement for the financial period ended 31 March 2017.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

According to advance estimates by the Ministry of Trade and Industry, the Singapore economy grew by 2.5% in 2Q 2017 on a year-on-year basis, the same pace of growth as in the previous quarter. On a quarter-on-quarter basis seasonally adjusted annualised basis, the economy expanded by 0.4%, in contrast to the 1.9% contraction in the preceding quarter. The construction sector contracted by 5.6% on a year-on-year basis in the second quarter, following the 6.1% decline in the previous quarter. The sector was weighed down by a weakness in both private and public sector construction activities.

The Building and Construction Authority had projected construction demand to reach between S$28 billion and S$35 billion, of which 70% are to be derived from the public sector, lifted by several large-scale civil engineering public infrastructure projects earmarked for 2017's pipeline. Although the construction sector remains challenging on the back of a competitive environment , being an established building and civil engineering contractor, emphasising on safety, productivity and quality, we are poised to tender for larger construction projects.

Latest statistics from the Urban Redevelopment Authority showed that prices of private residential properties fell 0.3% in 2Q 2017, compared with the 0.4% decline in the previous quarter. We expect the private residential market to remain challenging.

11 Dividend

(a) Current Financial Period Reported On:

(i) Any dividend declared for the current financial period reported on? No

(ii) Any dividend recommended for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12 If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended for the period ended 30 June 2017.

13 Interested Person Transaction

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S$100,000 and transactions conducted under Shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under Shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$ 100,000)
	$'000	$'000
Koh Keng Siang	69	-

The Company has not obtained a general mandate from shareholders for Interested Person Transactions.

14 CONFIRMATION PURSUANT TO RULE 720(1) OF THE LISTING MANUAL

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

15 CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the second quarter and half year ended 30 June 2017 to be false or misleading in any material aspect.

ON BEHALF OF THE BOARD

Koh Keng Siang
Managing Director & Group CEO

Koh Keng Hiong
Executive Director

10 August 2017
Singapore